**Section 230.370 Program and Financial Reviews**

Program and financial reviews shall be conducted for the purpose of evaluating area agency on aging compliance with applicable Federal and State requirements and the approved area plan.

a) Effects of Reviews and Audits

 Any review or audit may lead to disallowance, formal compliance action, recommendations on how the area agency may improve the administration of its programs, or offers of technical assistance.

b) Disallowed Costs

 Any costs of the area agency on aging disallowed as a result of a program or financial review may be deducted by the Department from any funds not distributed to the area agency on aging.